

January 20, 2023

Company name: Daito Trust Construction Co., Ltd

Representative: Katsuma Kobayashi

President and Representative Director(CEO)

Securities code: 1878

Listed in the 1st section of the Tokyo and Nagoya security exchange

Address: 2-16-1, Konan, Minato-ku, Tokyo

Notice Regarding Transition to a Company with an Audit & Supervisory Committee

We Daito Trust Construction Co., Ltd (hereafter called “the Company”), announced that its Board of Directors has resolved to shift to a “Company with an Audit & Supervisory Committee,” subject to the approval of the 49th Ordinary General Meeting of Shareholders to be held in June 2023.

1. Purpose of Transition

In order to achieve sustainable growth and increase corporate value over the medium to long term, the Company has continuously worked to enhance and strengthen corporate governance.

The Company has decided to adopt the "Company with an Audit & Supervisory Committee" in order to speed up the decision-making process by transferring a part of important business execution matters from the Board of Directors to directors and shift the focus of the Board of Directors to management supervision of the Group, and to further strengthen the audit and supervisory functions of the Board of Directors by granting voting rights at meetings of the Board of Directors to directors who are members of an Audit and Supervisory Committee.

2. Timing of Transition

Plans call for the transition to a company with an audit and supervisory committee to be implemented following the approval of necessary amendments to the Articles of Incorporation, etc., at the 49th Ordinary General Meeting of Shareholders to be held in June 2023.

3. Others

The details of the amendments to the Articles of Incorporation and the personnel affairs of officers, etc., will be announced as soon as decisions are made.

End